

State of Utah
Division of Oil Gas & Mining
Mining/Exploration Summary

05/12/2006

SMALL MINING OPERATIONPermt # **S230086**Name: **COYOTE KNOLL 1-2-3 2****Permit Status**

Status: **APP** Approved:
Recieved: **08/10/2004** **10/28/2004**
Tent Appr: / /

Mine Status

Status: **ACT**
Date: **10/28/2004**

Ownership

Surface: **BLM**
Mineral: **FEE**

Location

UTMX: **367,510**
UTMY: **4,408,047**

MethodsMinerals Mined/Explored: **SILICA, SILVER, GOLD**Surf/Under: **SURFACE**

Methods Used:

Bonding

| | | |
|---|--------------------|---------------|
| Approved Acres | Acres Released | Date Released |
| 5 | 0 | / / |
| Bond Type | | |
| SURETY - TRAVELERS CASUALTY #104355548 | | |
| Bond Amount: | | |
| \$ 50,000 | Date Bond Expires: | |
| | 10/26/2009 | |

Permit Fees

| | |
|-------------------|--------------------|
| Date Sent | Date Received |
| 06/28/2005 | 07/12/2005 |
| Fee Received | Cash Receipt |
| \$ 150 | 6NROG000002 |
| Deliquent Notice | |
| / / | |

Comments:

1/25/2006 - Rec'd 2005 annual report. Operator will make one more open pit lift in 2006. Then, a decision on an underground operation will be made.

2/23/2005 - Received 2004 annual report. Excavated @12,000 tons of waste from a blast that had occurred in past year and constructed a waste dump. Hayled @800 tons of ore off site and stockpiled @300 tons of ore on site. Plan to begin sustained operations with the next six months. Will disturb about 0.5 acres. Disturbance this year is about 2 acres and one acre of prior disturbance.

11/17/2004 - Received copy of BLM letter to operator. BLM approved contingent upon meeting the EA mitigation measures, listed as stipulations in the Finding of No Significant Impact document (enclosed). BLM is satisfied with the \$50,000 surety amount.

Last Action

Action:

Start Date: / /

End Date: / /

Last Inspection

Date / /

Inspector

Last Annual Report 2005Acreage: **3.0**Acr Reclaimed: **0.0**Production: **1,59.,0 T****Last Agency Action**Agency: **BLM**Agency ID: **UTU-072898-01**

Date: / /

Operator MCFARLAND & HULLINGEROper Id: **535**

TaxID

Contact: **SID HULLINGER**Address: **8960 N HWY 40**Phone: **(435) 882-0103**Fax **(801) 252-7501****LAKEPOINT UT 84074**

E-Mail

Dan Owen - Cell Phone 1-801-560-1241 Sid Hullinger cell phone 1-801-580-8509. Another number to try is 355-0527.

Location

| | | | | | | | |
|------|-----------|-----------|-----------|--------------|--------------|----------|-----------------------------|
| Qqqr | Qqtr | Qtr | Section | Township | Range | Merid | Quad Sheet |
| | NW | NE | 05 | S12.0 | W06.0 | S | desert mountain pass |